STATE OF UTAH

DEPARTMENT OF NATURAL RESOURCES DIVISION OF OIL, GAS AND MINING

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	KI		

AMENDED REPORT	
(highlight changes)	

		APPLICA	TION FOR	PERMIT TO	DRILL			5. MINERAL LEASE NO: ML-48757	6. SURFACE: State
1A. TYPE OF WO	ork: D	RILL 🔽	REENTER [DEEPEN				7. IF INDIAN, ALLOTTEE O	R TRIBE NAME:
B. TYPE OF WELL: OIL GAS OTHER SINGLE ZONE MULTIPLE ZONE 8. UNIT OF CA AGREEMENT NAME:									
2. NAME OF OPERATOR: 9. WELL NAME and NUMBER: WESTPORT OIL & GAS COMPANY, L.P. STATE 920-36N									
3. ADDRESS OF OPERATOR: PHONE NUMBER: 10. FIFL D AND POOL OR WILDCAT:									
1368 S 120		CITY VER	NAL st	TATE UT ZIP 84	078	(435) 781-7060		NATURAL BUT	
4. LOCATION OF	•	•	618114	v 3°	7.9854	123		11. QTR/QTR, SECTION, TO MERIDIAN:	OWNSHIP, RANGE,
	463' FSL 1		442686	\times 3° $+10$	9.6166	.36		SESW 36 95	S 20E
14. DISTANCE IN	MILES AND DIRE	CTION FROM NE	AREST TOWN OR P					12. COUNTY:	13. STATE:
9.8 MILE	S SOUTHE	AST OF O	JRAY, UTAH	ł				UINTAH	UTAH
15. DISTANCE TO	O NEAREST PROP	PERTY OR LEASE	LINE (FEET)	16. NUMBER O	F ACRES IN LEAS	SE:	17. NUI	MBER OF ACRES ASSIGNE	D TO THIS WELL:
463'						320			40
18. DISTANCE TO APPLIED FOR	O NEAREST WELL R) ON THIS LEASE	L (DRILLING, COI	MPLETED, OR	19. PROPOSED	DEPTH:		20. BON	ND DESCRIPTION:	
	о́ торо с	-()				9,878	RLE	30005238	
21. ELEVATIONS		R DF, RT, GR, E	TC.):	22. APPROXIM	ATE DATE WORK	WILL START:	23. EST	IMATED DURATION:	
4921.8' G	L						ТО	BE DETERMINE	D
24.			PROPO	SED CASING A	ND CEMENT	TING PROGRAM			
SIZE OF HOLE	CASING SIZE,	GRADE, AND WE	IGHT PER FOOT	SETTING DEPTH		CEMENT TYPE, QUA	ANTITY, Y	IELD, AND SLURRY WEIGH	ıΤ
	14"			40					
12 1/4"	9 5/8"	H-40	32.3#	2,500	PREM CM	IT .	315	5 SX 1.1	8 15.6
7 7/8"	4 1/2"	1-80	11.6#	9,878	PREM CM	IT	230) SX 3.8	2 11.0
				···	PREM CM	IT	180) SX 1.1	8 15.6
	! 	· · · · · · · · · · · · · · · · · · ·							
25. ATTACHMENTS									
VERIFY THE FOL	LOWING AREAT	TACHED IN ACC	ORDANCEWITH THE	UTAH OIL AND GAS C	ONSERVATION G	ENERAL RULES:			
WELL PU	AT OR MAP PREF	PARED BY LICEN	SED SURVEYOR OR	ENGINEER	☑ con	MPLETE DRILLING PLAN			
EVIDENCE OF DIVISION OF WATER RIGHTS APPROVAL FOR USE OF WATER FORM 5, IF OPERATOR IS PERSON OR COMPANY OTHER THAN THE LEASE OWNER									
NAME (PLEASE PRINT) DEBRA DOMENICI TITLE ASSOC. ENVIRONMENTAL ANALYST									
SIGNATURE	SIGNATURE Delia Domenie DATE 7/19/2005								
(This space for Stat	This space for State use only)								

43-047-36858

Approved by the Utah Division of Oil, AGREST and Mining

RECEIVED JUL 2 2 2005

DIV. OF OIL, GAS & MINING

WESTPORT OIL AND GAS COMPANY, L.P. T9S. R20E, S.L.B.&M. Well location, STATE #920-36N, located as shown in the SE 1/4 SW 1/4 of Section 36, T9S, R20Ê. S.L.B.&M. Uintah County, Utah. S89°53'19"W - 2661.54' (Meas.) S89°53'09"W - 2662.40' (Meas.) 1968 Brass Cap. 1968 Brass Cap, BASIS OF ELEVATION 1968 Brass Cap, 0.7 0.8' High, Pile 0.8' High. Pile High Above Pile of of Stones of Stones Stones, Tribal Cap TWO WATER TRIANGULATION STATION LOCATED IN THE NW 1/4 East Edge of Brass OF SECTION 1, T10S, R21E, S.L.B.&M, TAKEN FROM THE BIG PACK MTN NE QUADRANGLE, UTAH, UINTAH COUNTY, 7.5 MINUTE QUAD (TOPOGRAPHIC MAP) PUBLISHED BY THE UNITED STATES DEPARTMENT OF THE INTÉRIOR, GEOLOGICAL SURVEY. SAID ELEVATION IS MARKED AS BEING 5238 FFFT. BASIS OF BEARINGS BASIS OF BEARINGS IS A G.P.S. OBSERVATION. NO0'20'53 1968 Brass Cap. 0.5' High, Pile of Stones 1968 Brass Cap 36 2663.00 SCALE CERTIFICATE NAME OF THE PROPERTY OF THE PROPER THIS IS TO CERTIFY THAT THE ABOVE PLAT WAS PREPARED FROM NO074'48"W FIELD NOTES OF ACTUAL SURVEYS MADE BY ME OR UNDER MY SUPERVISION AND THAT THE SAME, ARE TRUE AND CORRECT TO THE V00'20'31 BEST OF MY KNOWLEDGE AND BELL STATE #920-36N Elev. Ungraded Ground = 4923' 1852 REGISTRATION NO. 161319 T9S STATE, OF UTAH 1968 Brass Cop 1928 Brass Cap T10S N89°47'08"W - 2656.99' (Meas.) S8913'27"W - 2674.54' (Meas.) UINTAH ENGINEERING & LAND SURVEYING 1928 Brass Cap, 85 SOUTH 200 EAST - VERNAL, UTAH 84078 0.7' High, Pile of Stones (NAD 83) (435) 789-1017 LEGEND: LATITUDE = $39^{\circ}59'07.24''$ (39.985344) SCALE DATE SURVEYED: DATE DRAWN: LONGITUDE = $109^{\circ}37'02.31"$ (109.617308) 1'' = 1000'05 - 18 - 0505 - 24 - 05= 90° SYMBOL (NAD 27) PARTY REFERENCES PROPOSED WELL HEAD. D.K. B.W. P.M LATITUDE = $39^{\circ}59'07.37''$ (39.985381) G.L.O. PLAT LONGITUDE = $109^{\circ}36'59.82"$ (109.616617) WEATHER FILE = SECTION CORNERS LOCATED. COOL WESTPORT OIL AND GAS COMPANY, L.P.

STATE 920-36N SESW SEC 36-T9S-R20E UINTAH COUNTY, UTAH ML-48757

ONSHORE ORDER NO. 1

DRILLING PROGRAM

1. Estimated Tops of Important Geologic Markers:

<u>Formation</u>	<u>Depth</u>
Uinta	0- Surface
Green River	1690'
Wasatch	4900'
Mesaverde	7890'
TD	9878'

2. Estimated Depths of Anticipated Water, Oil, Gas, or Mineral Formations:

Substance	<u>Formation</u>	<u>Depth</u>
	Green River	1690'
Gas	Wasatch	4900'
Gas	Mesaverde	7890'
Water	N/A	
Other Minerals	N/A	

3. <u>Pressure Control Equipment</u> (Schematic Attached)

Please refer to the attached Drilling Program.

4. **Proposed Casing & Cementing Program:**

Please refer to the attached Drilling Program.

5. **Drilling Fluids Program:**

Please refer to the attached Drilling Program.

6. Evaluation Program:

Please refer to the attached Drilling Program.

7. Abnormal Conditions:

Maximum anticipated bottomhole pressure calculated at 9878' TD, approximately equals 3951.2 psi (calculated at 0.4 psi/foot).

Maximum anticipated surface pressure equals approximately 1778.04 psi (bottomhole pressure minus the pressure of a partially evacuated hole calculated at 0.22 psi/foot).

8. Anticipated Starting Dates:

Drilling is planned to commence immediately upon approval of this application.

9. <u>Variances:</u>

Please refer to the attached Drilling Program.

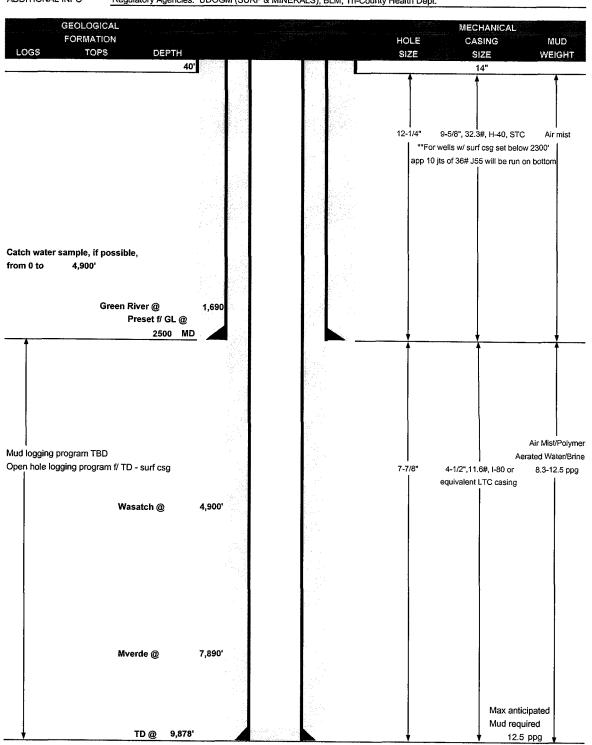
10. Other Information:

Please refer to the attached Drilling Program.





Westport Oil and Gas Co., L.P. COMPANY NAME DATE July 18, 2005 WELL NAME **STATE 920-36N** TD 9,878' MD/TVD FIELD Natural Buttes COUNTY Uintah STATE Utah ELEVATION 4,923' GL KB 4,938' SURFACE LOCATION SESW SECTION 36-T9S-R20E 463'FSL & 1852'FWL BHL Straight Hole 109.617308 Latitude: 39.985344 Longitude: OBJECTIVE ZONE(S) Wasatch/Mesaverde ADDITIONAL INFO Regulatory Agencies: UDOGM (SURF & MINERALS), BLM, Tri-County Health Dept.







Westport Oil and Gas Company, L.P. **DRILLING PROGRAM**

CASING PROGRAM

						,	ESIGN FACTO	ORS .
	SIZE	INTERVAL	WT.	GR.	CPLG.	BURST	COLLAPSE	TENSION
CONDUCTOR	14"	0-40'						
						2270	1370	254000
SURFACE	9-5/8"	0 to 210	0 32.30	H-40	STC	0.53*****	1.39	3.59
						3520	2020	564000
	9-5/8"	2100 to 250	36.00	J-55	STC	1.05*****	1.73	7.98
						7780	6350	201000
PRODUCTION	4-1/2"	0 to 987	8 11.60	I-80	LTC	1.83	0.99	2.01
	·				2.5			
					L			

- 1) Max Anticipated Surf. Press.(MASP) (Surface Casing) = (Pore Pressure at next csg point-(0.22 psi/ft-partial evac gradient x TVD of next csg point)
- 2) MASP (Prod Casing) = Pore Pressure at TD (.22 psi/ft-partial evac gradient x TD)

(Burst Assumptions: TD =

12.5 ppg)

.22 psi/ft = gradient for partially evac wellbore

(Collapse Assumption: Fully Evacuated Casing, Max MW)

MASP 4248 psi (Tension Assumptions: Air Weight of Casing*Buoy.Fact. of water)

Burst SR is low but csg is stronger than formation at 2500 feet
EMW @ 2500 for 2270# is 17.5 ppg or 0.9 psi/ft.

CEMENT PROGRAM

			9				
		FT. OF FILL	DESCRIPTION	SACKS	EXCESS	WEIGHT	YIELD
SURFACE	LEAD	500	Premium cmt + 2% CaCl	215	60%	15.60	1.18
Option 1			+ .25 pps flocele				
TOP (OUT CMT (1)	250	20 gals sodium silicate + Premium cmt	100		15.60	1.18
			+ 2% CaCl + .25 pps flocele				1 - Ser - 3
	OUT CMT (2)	as required	Premium cmt + 2% CaCl	as req.		15.60	1.18
SURFACE			NOTE: If well will circulate water to surfac	e, option 2	2 will be uti	lized	4. 1. 1. 1. 1.
Option 2	LEAD	2000	Prem cmt + 16% Gel + 10 pps gilsonite	230	35%	11.00	3.82
			+.25 pps Flocele + 3% salt BWOC	Service and		87 - 1	
	TAIL	500	Premium cmt + 2% CaCl	180	35%	15.60	1.18
			+ .25 pps flocele			되면 많이 걸	
то	P OUT CMT	as required	Premium cmt + 2% CaCl	as req.	ì	15.60	1.18
				İ		1	
PRODUCTION	LEAD	4,398'	Premium Lite II + 3% KCI + 0.25 pps	480	60%	11.00	3.38
		e.	celloflake + 5 pps gilsonite + 10% gel	Section 1			
			+ 0.5% extender				
	İ		통화 (존리는) 보는 사람이 생활한 속이 이를	1 4500		** **	
	TAIL	5,480'	50/50 Poz/G + 10% salt + 2% gel	1530	60%	14.30	1.31
	ì		+.1% R-3			2	8 - 1

^{*}Substitute caliper hole volume plus 0% excess for LEAD if accurate caliper is obtained

FLOAT EQUIPMENT & CENTRALIZERS

SURFACE	Guide shoe, 1 jt, insert float. Centralize first 3 joints with bow spring centralizers. Thread lock guide shoe.
	Float shoe, 1 jt, float collar. Centralize first 3 joints & every third joint to top of tail cement with bow spring centralizers.
	spring centralizers.

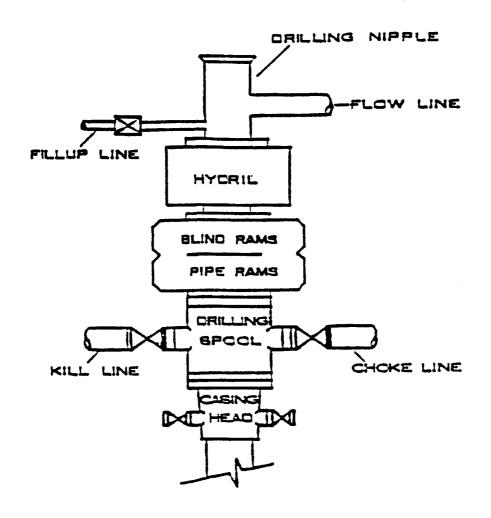
ADDITIONAL INFORMATION

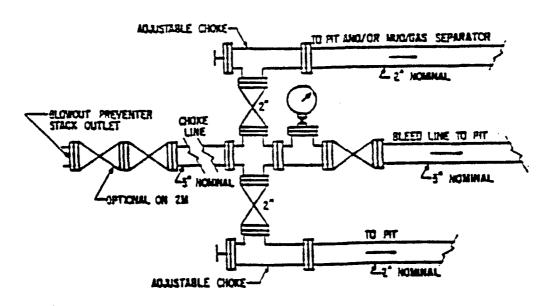
BOPE: 11" 5M with one annular and 2 rams. Test to 5,000 psi (annular to 2,500 psi) prior to drilling out. Record on chart recorder & tour sheet. Function test rams on each trip. Maintain safety valve & inside BOP on rig floor at all times. Kelly to be equipped with upper	
& lower kelly valves.	
Drop Totco surveys every 2000'. Maximum allowable hole angle is 5 degrees.	
FNGINFER*	

DRILLING ENGINEER:		DATE:
	Brad Laney	
DRILLING SUPERINTENDENT:		DATE:
	Randy Bayne STATE920-36N APD(pipeline) xls	

^{*}Substitute caliper hole volume plus 10% excess for TAIL if accurate caliper is obtained

EOP STACK





STATE 920-36N SESW SEC 36-T9S-R20E Uintah County, UT ML-48757

ONSHORE ORDER NO. 1

MULTI-POINT SURFACE USE & OPERATIONS PLAN

1. Existing Roads:

Refer to Topo Map A for directions to the location.

Refer to Topo Maps A and B for location of access roads within a 2-mile radius.

Refer to Topo Maps A and B for location of access roads within a 2 mile radius.

All existing roads will be maintained and kept in good repair during all drilling and completion operations associated with this well.

2. Planned Access Roads:

Approximately 0.4 miles of new access road is proposed. Refer to Topo Map B for the location of the proposed access road.

The upgraded and new portions of the access road will be crowned and ditched with a running surface of 18 feet and a maximum disturbed width of 30 feet. Appropriate water control will be installed to control erosion.

Existence of pipelines; maximum grade; turnouts; major cut and fills, culverts, or bridges; gates, cattle guards, fence cuts, or modifications to existing facilities were determined at the on-site.

The access road was centerline flagged during time of staking.

Surfacing material may be necessary, depending upon weather conditions.

Surface disturbance and vehicular traffic will be limited to the approved location and approved access route. Any additional area needed will be approved in advance.

3. <u>Location of Existing Wells Within a 1-Mile Radius</u>

Please refer to Topo Map C.

4. <u>Location of Existing & Proposed Facilities</u>

The following guidelines will apply if the well is productive.

All production facilities will be located on the disturbed portion of the well pad and at a minimum of 25 feet from the toe of the back slope or the top of the fill slope.

A dike will be constructed completely around those production facilities which contain

STATE 920-36N Surface Use & Operations Plan

Page 2

fluids (i.e., production tanks, produced water tanks, and/or heater/treater). These dikes will be constructed of compacted subsoil, be impervious, hold 100% of the capacity of the largest tank, and be independent of the back cut.

All permanent (on-site six months or longer) above the ground structures constructed or installed, including pumping units, will be painted a flat, non-reflective, earthtone color to match one of the standard environmental colors, as determined by the five state Rocky Mountain Inter-Agency Committee.

All facilities will be painted within six months of installation. Facilities required to comply with the Occupational Safety and Health Act (OSHA) will be excluded. The required color is Carlsbad Canyon, standard color number 2.5Y 6/2.

Any necessary pits will be properly fenced to protect livestock and prevent wildlife entry.

Approximately 4700' of pipeline is proposed. Refer to Topo D for the proposed pipeline.

5. <u>Location and Type of Water Supply:</u>

Water for drilling purposes will be obtained from Dalbo Inc.'s underground well located in Ouray, Utah, Sec. 32, T4S, R3E, Water User Claim #43-8496, Application #53617.

Water will be hauled to location over the roads marked on Maps A and B.

No water well is to be drilled on this lease.

6. <u>Source of Construction Materials</u>

Surface and subsoil materials in the immediate area will be utilized.

Any gravel will be obtained from a commercial source.

7. Methods of Handling Waste Materials.

Drill cuttings will be contained and buried in the reserve pit.

Drilling fluids, including salts and chemicals, will be contained in the reserve pit. Upon termination of drilling and completion operations, the liquid contents of the reserve pit will be removed and disposed of at an approved waste disposal facility within 120 days after drilling is terminated.

The reserve pit will be constructed on the location and will not be located within natural drainage, where a flood hazard exists or surface runoff will destroy or damage the pit walls. The reserve pit will be constructed so that it will not leak, break, or allow discharge of liquids.

STATE 920-36N Surface Use & Operations Plan Page 3

A plastic reinforced liner and felt will be used, it will be a minimum of 16 mil thick, with sufficient bedding used to cover any rocks. The liner will overlap the pit walls and be covered with dirt and/or rocks to hold it in place. No trash or scrap that could puncture the liner will be disposed of in the pit.

Any spills of oil, gas, salt water, or other noxious fluids will be immediately cleaned up and removed to an approved disposal site.

A chemical porta-toilet will be furnished with the drilling rig.

Garbage, trash, and other waste materials will be collected in a portable, self-contained, fully enclosed trash cage during operations. No trash will be burned on location.

All debris and other waste material not contained in the trash cage will be cleaned up and removed from the location immediately after removal of the drilling rig.

Any open pits will be fenced during the operations. The fencing will be maintained until such time as the pits are backfilled.

No chemicals subject to reporting under SARA Title III (hazardous materials) in an amount greater than 10,000 pounds will be used, produced, stored, transported, or disposed of annually in association with the drilling of this well. Furthermore, no extremely hazardous substances, as defined in 40 CFR 355, in threshold planning quantities, will be used, produced, stored, transported, or disposed of in association with the drilling of this well.

Any produced water from the proposed well will be contained in a water tank and will then be hauled By truck to one of the pre-approved disposal sites: RNI, Sec. 5, T9S, R22E, NBU #159, Sec. 35, T9S, R21E, Ace Oilfield, Sec. 2, T6S, R20E, MC&MC, Sec. 12, T6S, R19E.

8. <u>Ancillary Facilities</u>:

None are anticipated.

9. Well Site Layout: (See Location Layout Diagram)

The attached Location Layout Diagram describes drill pad cross-sections, cuts and fills, and locations of the mud tanks, reserve pit, flare pit, pipe racks, trailer parking, spoil dirt stockpile(s), and surface material stockpile(s).

Please see the attached diagram to describe rig orientation, parking areas, and access roads.

The reserve pit will be lined, and when the reserve pit is closed, the pit liner will be buried below plow depth.

All pits will be fenced according to the following minimum standards:

39 inch net wire will be used with at least one strand of barbed wire on top of the net wire. Barbed wire is not necessary if pipe or some type of reinforcement rod is attached to the top of the entire fence.

STATE 920-36N Surface Use & Operations Plan Page 4

The net wire shall be no more than two inches above the ground. The barbed wire shall be three inches over the net wire. Total height of the fence shall be at least 42 inches.

Corner posts shall be cemented and/or braced in such a manner to keep the fence tight at all times.

Standard steel, wood, or pipe posts shall be used between the corner braces. Maximum distance between any 2 fence posts shall be no greater than 16 feet.

All wire shall be stretched, by using a stretching device, before it is attached to corner posts.

The reserve pit fencing will be on three sides during drilling operations, and on the fourth side when the rig moves off location. Pits will be fenced and maintained until cleanup.

Location size may change prior to the drilling of the well due to current rig availability. If the proposed location is not large enough to accommodate the drilling rig the location will be re-surveyed and a Form 9 shall be submitted.

10. Plans for Reclamation of the Surface:

Producing Location:

Immediately upon well completion, the location and surrounding area will be cleared of all unused tubing, materials, trash, and debris not required for production.

Immediately upon well completion, any hydrocarbons in the pit shall be removed in accordance with 43 CFR 3162.7-1.

A plastic, nylon reinforced liner will be used, it shall be torn and perforated before backfilling of the reserve pit.

Before any dirt work associated with location restoration takes place, the reserve pit shall be as dry as possible. All debris in it will be removed. Other waste and spoil materials will be disposed of immediately upon completion of operations.

The reserve pit and that portion of the location not needed for production facilities/operations will be recontoured to the approximate natural contours. The reserve pit will be reclaimed within 90 days from the date of well completion, weather permitting.

To prevent surface water (s) from standing (ponding) on the reclaimed reserve pit area, final reclamation of the reserve pit will consist of "mounding" the surface three feet above surrounding ground surface to allow the reclaimed pit area to drain effectively.

Upon completion of backfilling, leveling, and recontouring, the stockpiled topsoil will be spread evenly over the reclaimed area(s).

Dry Hole/Abandoned Location:

Abandoned well sites, roads, and other disturbed areas will be restored as near as practical to their original condition. Where applicable, these conditions include the re-establishment of irrigation systems, the re-establishment of appropriate soil conditions, and re-establishment of vegetation as specified.

All disturbed surfaces will be recontoured to the approximate natural contours, with reclamation of the well pad and access road to be performed as soon as practical after final abandonment. Reseeding operations will be performed after completion of other reclamation operations.

11. <u>Surface Ownership:</u>

SITLA 675 East 500 South, Suite 500 Salt Lake City, UT 84102

12. Other Information:

All lease and/or unit operations will be conducted in such a manner that full compliance is made with all applicable laws, regulations, the approved Plan of Operations, and any applicable Notice of Lessees. The Operator is fully responsible for the actions of his subcontractors. A copy of these conditions will be furnished to the field representative to ensure compliance.

The Operator will control noxious weeds along Rights-Of-Way for roads, pipelines, well sites, or other applicable facilities.

A Class III archaeological survey has been completed and will be submitted when received.

This location is not within 460' from the boundary of the Natural Buttes Unit, nor is it Within 460' of any non-committed tract lying within the boundaries of the Unit.

13. Lessee's or Operators's Representative & Certification:

Debra Domenici Associate Environmental Analyst Westport O&G Co. 1368 South 1200 East Vernal, UT 84078 (435) 781-7060 Randy Bayne Drilling Manager Westport O&G Co. 1368 South 1200 East Vernal, UT 84078 (435)781-7018

Certification: All lease and/or unit operations will be conducted in such a manner that full compliance is made with all applicable laws, regulations, Onshore Oil and Gas Orders, the approved Plan of Operations, and any applicable Notice to Lessees.

The Operator will be fully responsible for the actions of its subcontractors. A complete copy of the approved "Application for Permit to Drill" will be furnished to the field representative(s) to ensure compliance and shall be on location during all construction and drilling operations.

Westport O&G Co. is considered to be the operator of the subject well. Westport O&G Co. agrees to be responsible under terms and conditions of the lease for the operations conducted upon leased lands.

Bond coverage pursuant to 43 CFR 3104 for lease activities is being provided by State Surety Bond #RLB0005236.

STATE 920-36N Surface Use & Operations Plan Page 6

I hereby certify that I, or persons under my supervision, have inspected the proposed drill site and access route, that I am familiar with the conditions that currently exist; that the statements made in this plan are, to the best of my knowledge, true and correct; and the work associated with the operations proposed herein will be performed by the Operator, its contractors, and subcontractors in conformity with this plan and the terms and conditions under which it is approved.

Debra Domenici

7/19/05 Date

WESTPORT OIL AND GAS COMPANY, L.P. STATE #920-36N SECTION 36, T9S, R20E, S.L.B.&M.

PROCEED IN A WESTERLY DIRECTION FROM VERNAL, UTAH ALONG U.S. HIGHWAY 40 APPROXIMATELY 14.0 MILES TO THE JUNCTION OF STATE HIGHWAY 88; EXIT LEFT AND PROCEED IN A SOUTHERLY DIRECTION APPROXIMATELY 17.0 MILES TO OURAY, UTAH; PROCEED IN A SOUTHERLY, THEN SOUTHEASTERLY DIRECTION APPROXIMATELY 6.9 MILES ALONG THE SEEP RIDGE ROAD TO THE JUNCTION OF THIS ROAD AND AN EXISTING ROAD TO SOUTHEAST; TURN LEFT AND PROCEED IN A SOUTHEASTERLY DIRECTION APPROXIMATELY 2.5 MILES TO THE BEGINNING OF THE PROPOSED ACCESS ROAD TO THE SOUTHEAST; **ROAD FOLLOW FLAGS** IN \mathbf{A} SOUTHEASTERLY APPROXIMATELY 0.4 MILES TO THE PROPOSED LOCATION.

TOTAL DISTANCE FROM VERNAL, UTAH TO THE PROPOSED WELL LOCATION IS APPROXIMATELY 40.8 MILES.

WESTPORT OIL AND GAS COMPANY, L.P.

STATE #920-36N

LOCATED IN UINTAH COUNTY, UTAH **SECTION 36, T9S, R20E, S.L.B.&M.**

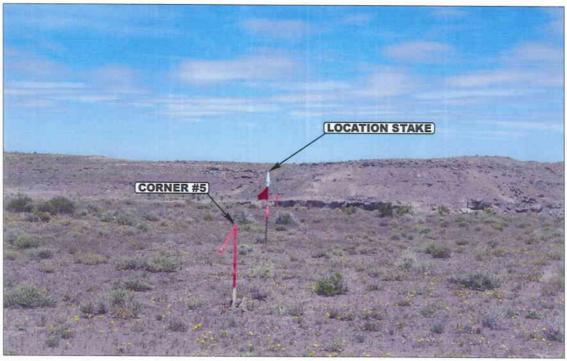


PHOTO: VIEW FROM PIT CORNER "C" TO LOCATION STAKE

CAMERA ANGLE: NORTHEASTERLY

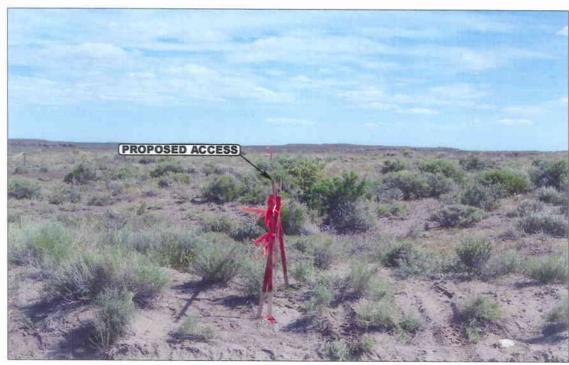


PHOTO: VIEW FROM BEGINNING OF PROPOSED ACCESS

CAMERA ANGLE: SOUTHEASTERLY

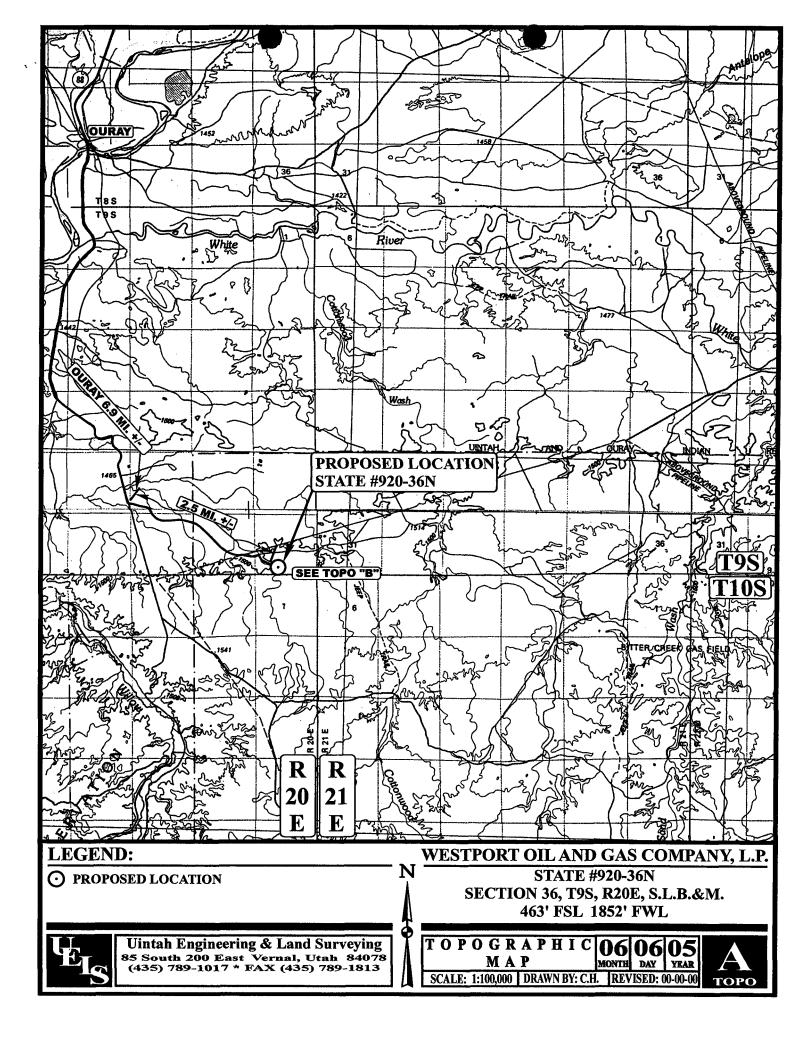


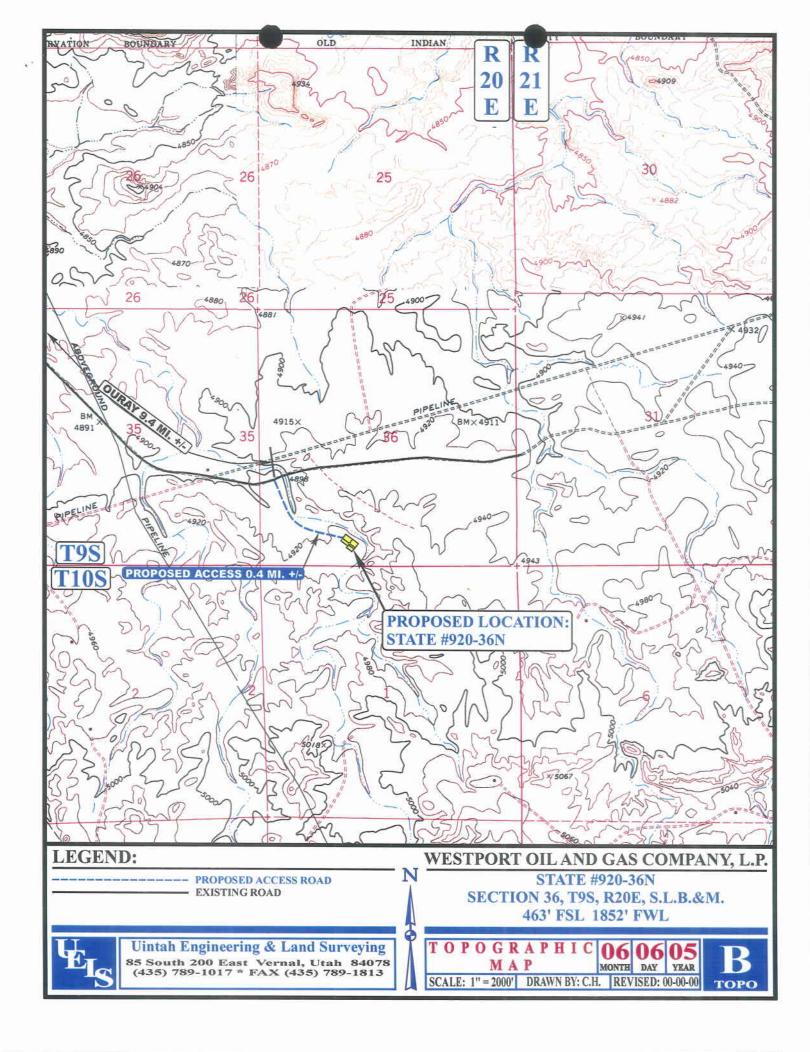
Uintah Engineering & Land Surveying 85 South 200 East Vernal, Utah 84078 435-789-1017 uels@uelsinc.com

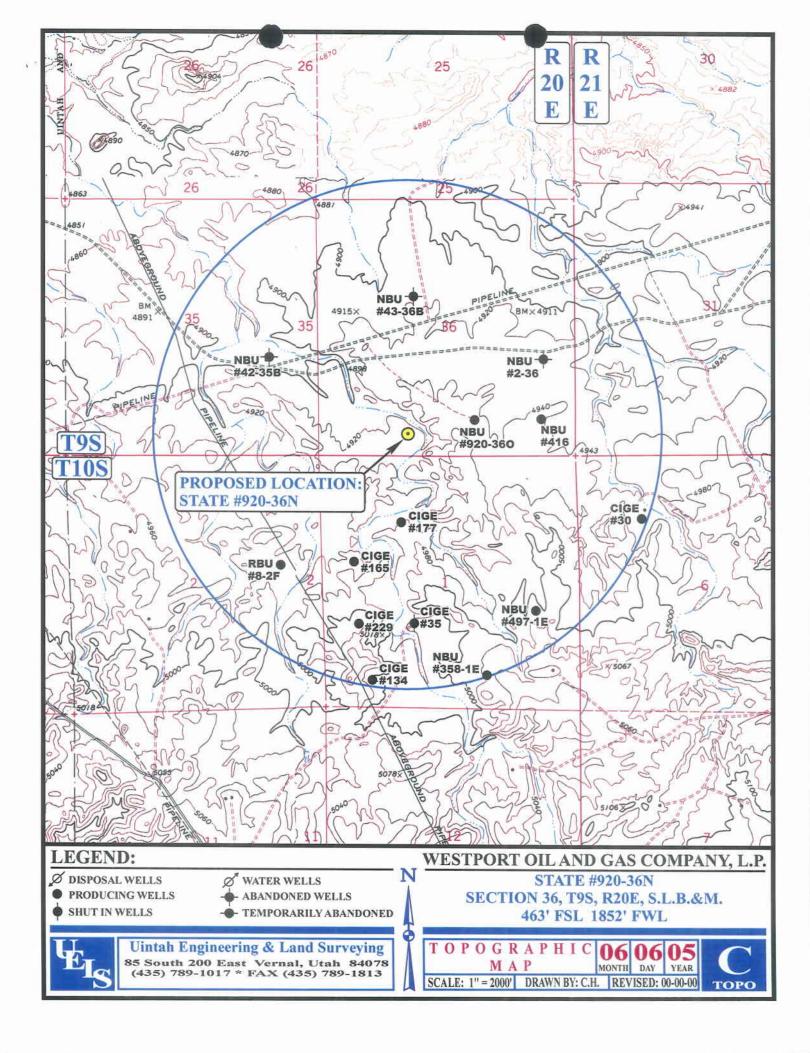
LOCATION PHOTOS

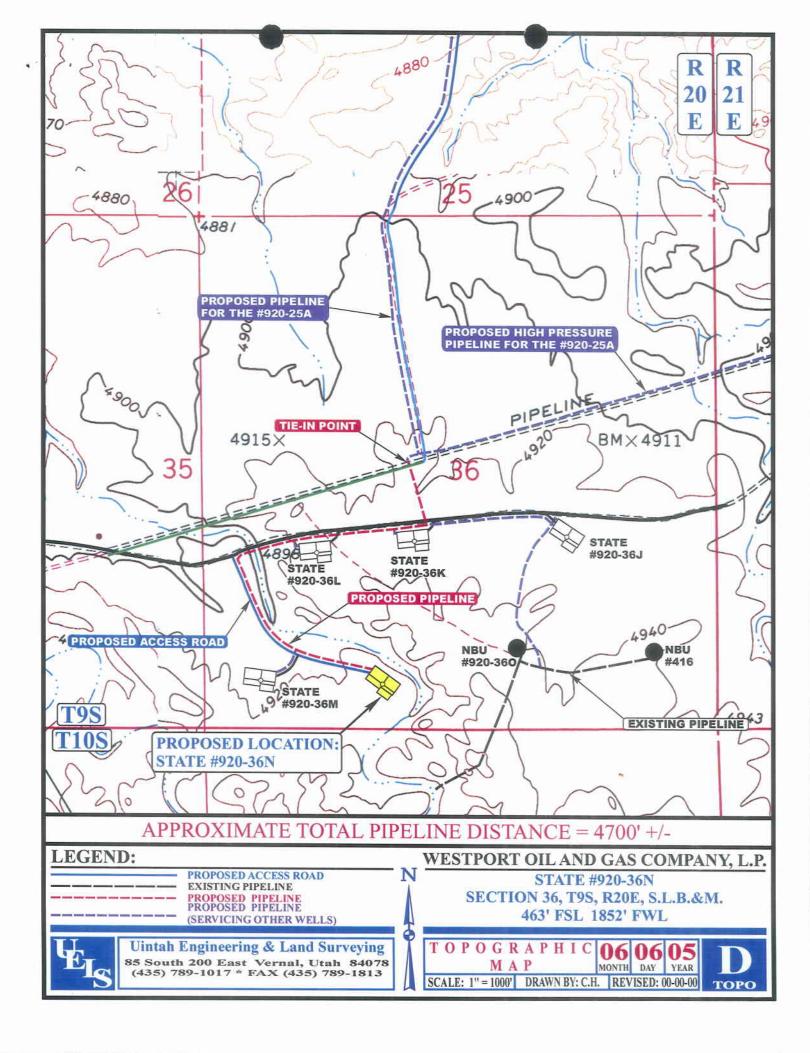
MONTH DAY TAKEN BY; D.K. | DRAWN BY; C.H. REVISED: 00-00-00

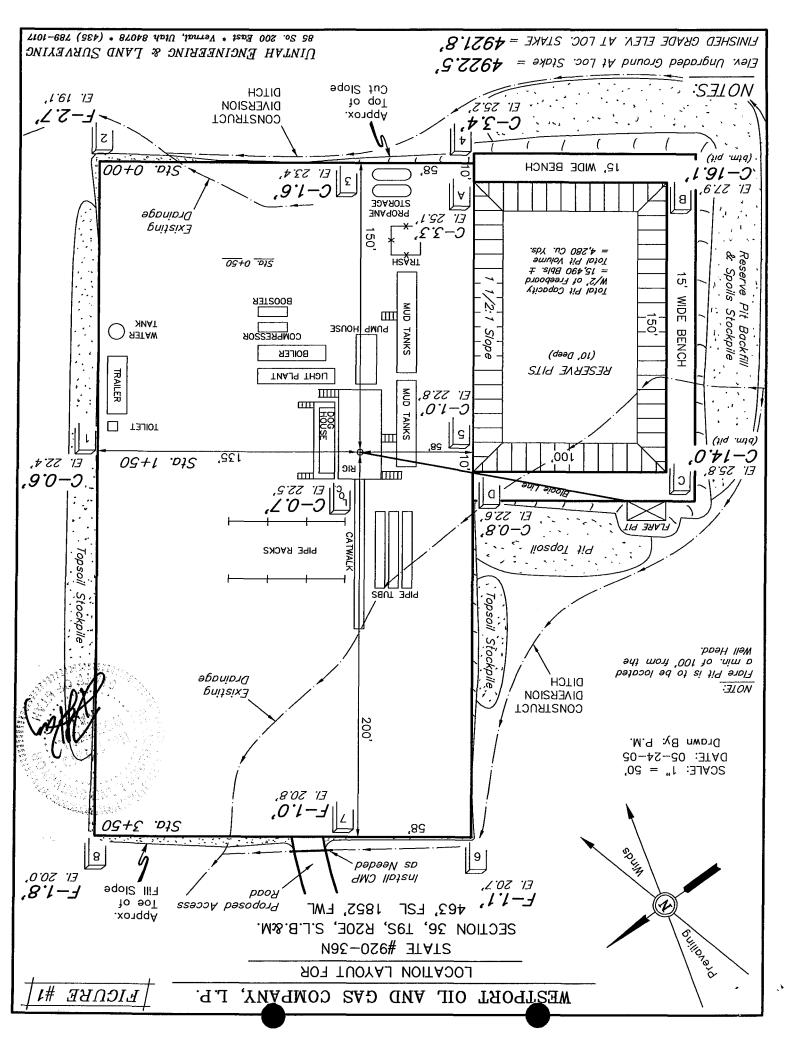
РНОТО

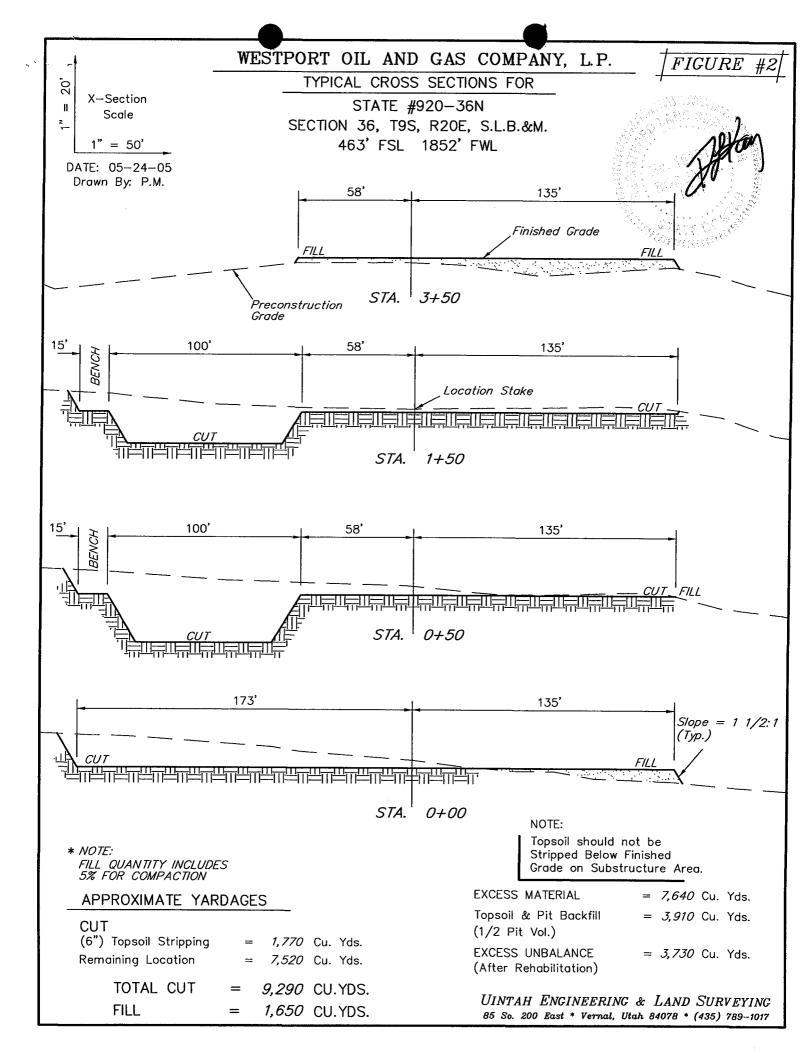




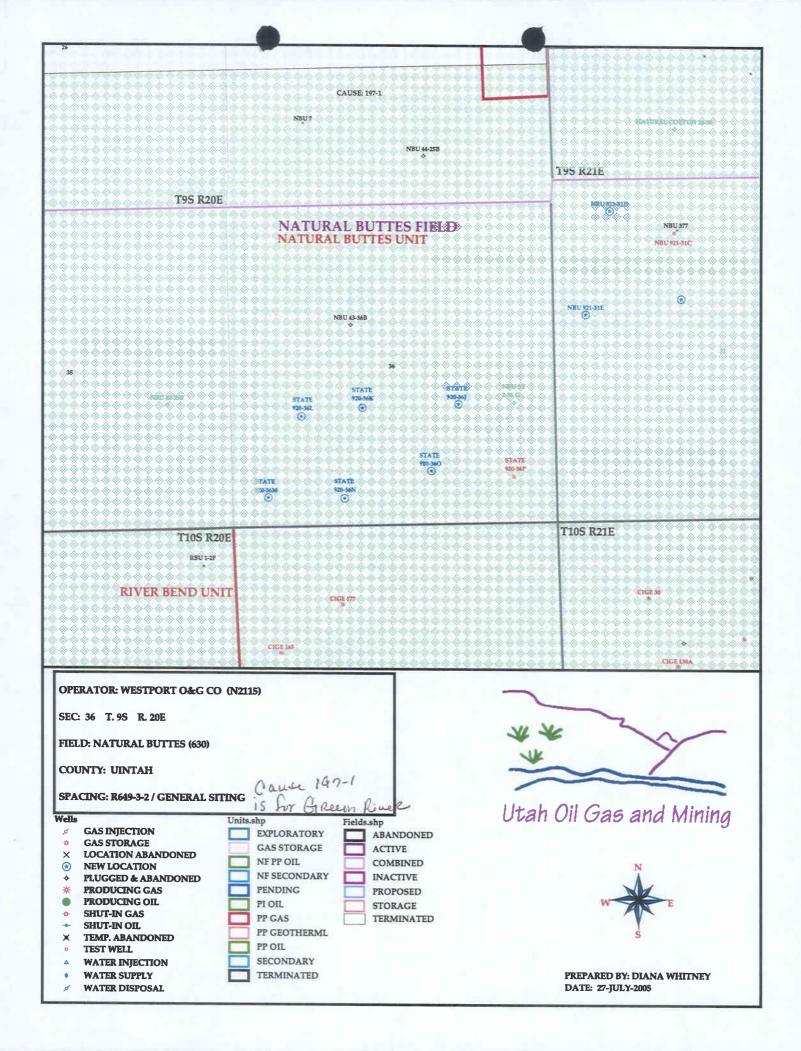








APD RECEIVED: 07/22/2005	API NO. ASSIGNED: 43-047-36858			
WELL NAME: STATE 920-36N OPERATOR: WESTPORT OIL & GAS CO (N2115) CONTACT: DEBRA DOMENICI	PHONE NUMBER: 4	35-781-7060	··	
PROPOSED LOCATION: SESW 36 090S 200E	INSPECT LOCATN	BY: /	/	
SURFACE: 0463 FSL 1852 FWL BOTTOM: 0463 FSL 1852 FWL	Tech Review	Initials	Date	
UINTAH NATURAL BUTTES (630)	Engineering Geology	DRD	8/25/05	
LEASE TYPE: 3 - State LEASE NUMBER: ML-48757	Surface			
SURFACE OWNER: 3 - State PROPOSED FORMATION: WSMVD COALBED METHANE WELL? NO	LATITUDE: 39.9 LONGITUDE: -109			
RECEIVED AND/OR REVIEWED: Plat Bond: Fed[] Ind[] Sta[] Fee[] (No. RLB0005236) Potash (Y/N) Oil Shale 190-5 (B) or 190-3 or 190-13 Water Permit (No. 43-8496) RDCC Review (Y/N) (Date:) NAM Fee Surf Agreement (Y/N) Intent to Commingle (Y/N)	R649-3-3. E Drilling Uni Board Cause Eff Date: Siting:	General rom Qtr/Qtr & 920' Exception		
STIPULATIONS: 1-15 paving Stip 2-8 paving Stip 3- STATEMENT 4- Surface (SS Cont	of Basis			



DIVISION OF OIL, GAS AND MINING APPLICATION FOR PERMIT TO DRILL STATEMENT OF BASIS

OPERATOR:	WESTPORT OIL AND GAS COMPANY, L.P.
WELL NAME & NUMBER:	NBU 920-36N
API NUMBER:	
LOCATION: 1/4,1/4 <u>SE/SW</u> Sec:	<u>36</u> TWP: <u>9S</u> RNG: <u>20E</u> <u>1852'</u> FWL <u>493'</u> FSL
Geology/Ground Water:	
Westport proposes to set 2,500' of	surface casing at this location. The depth to the base of the moderately
saline water at this location is estima	ated to be at a depth of 3,000'. A search of Division of Water Rights records
shows no water wells within a 10,00	00 foot radius of the center of section 36. The surface formation at this site
is the Uinta Formation. The Uinta	Formation is made up of interbedded shales and sandstones. The sandstones
are mostly lenticular and discontinue	ous and should not be a significant source of useable ground water. The
proposed casing and cementing prog	gram should adequately protect any usable ground water in this area.
Reviewer: Brad I	Hill Date: 08/18/05
Surface:	
The predrill investigation of the surf	2000 W000 nowformed on 00/16/05 Dear W71112 and a wide DWD 11 ELD 11
SITI A were invited to this investiga	ace was performed on 08/16/05. Ben Williams with DWR and Ed Bonner with tion on 08/02/05. Mr. Bonner was not present. Mr. Williams had no concerns
	ocation or the drilling of this well. This site is on State surface, with State
	site for a location in the immediate area. Mr. Williams gave Carol Estes with
	used when reserve pit is reclaimed. Shallow drainages crossing this site will be
re-routed around the west and east s	ides of location where diversion ditches will be constructed.
Reviewer: <u>David W</u>	7. Hackford Date : 08/17/2005
Conditions of Approval/Application	on for Permit to Drill:

None.

ON-SITE PREDRILL EVALUATION Division of Oil, Gas and Mining

OPERATOR: WESTPORT OIL AND GAS COMPANY, L.P.

WELL NAME & NUMBER: NBU 920-36N

API NUMBER: 43-047-36858

LEASE: ML 48757 FIELD/UNIT: NATURAL BUTTES

LOCATION: 1/4,1/4 SE/SW Sec: 36 TWP: 9S RNG: 20E 1852' FWL 463' FSL LEGAL WELL SITING: 460 F SEC. LINE; 460 F 1/4,1/4 LINE; 920 F ANOTHER WELL.

GPS COORD (UTM): 618117E 4426843N SURFACE OWNER: STATE OF UTAH

PARTICIPANTS

DAVID W. HACKFORD, FLOYD BARTLETT (DOGM), CLAY EINERSON, CAROL ESTES (WESTPORT), ROBERT KAY (UELS), BEN WILLIAMS (DWR).

REGIONAL/LOCAL SETTING & TOPOGRAPHY

SITE IS IN A RELATIVELY FLAT AREA OF LOW RIDGES AND SHALLOW DRAWS DRAINING GRADUALLY TO THE NORTHEAST FOR 300' TO A DRY WATERCOURSE, THEN FOR 7.1 MILES TO THE NORTHWEST TO WILLOW CREEK. FROM THIS POINT, WILLOW CREEK RUNS TWO MILES TO THE NORTHWEST TO THE GREEN RIVER. THE WHITE RIVER IS SIX MILES TO THE NORTH. OURAY, UTAH IS SEVEN MILES TO THE NORTHWEST.

SURFACE USE PLAN

CURRENT SURFACE USE: WILDLIFE AND LIVESTOCK GRAZING, HUNTING.

PROPOSED SURFACE DISTURBANCE: LOCATION WILL BE 350' BY 273'. ACCESS ROAD WILL BE 0.4 MILES.

LOCATION OF EXISTING WELLS WITHIN A 1 MILE RADIUS: SEE ATTACHED MAP FROM GIS DATABASE.

LOCATION OF PRODUCTION FACILITIES AND PIPELINES: ALL PRODUCTION FACILITIES WILL BE ON LOCATION AND ADDED AFTER DRILLING WELL. PIPELINE WILL FOLLOW ACCESS ROAD.

SOURCE OF CONSTRUCTION MATERIAL: ALL CONSTRUCTION MATERIAL WILL BE BORROWED FROM SITE DURING CONSTRUCTION OF LOCATION.

ANCILLARY FACILITIES: NONE WILL BE REQUIRED.

WILL DRILLING AT THIS LOCATION GENERATE PUBLIC INTEREST OR CONCERNS? EXPLAIN: UNLIKELY.

WASTE MANAGEMENT PLAN:

DRILLED CUTTINGS WILL BE SETTLED INTO RESERVE PIT. LIQUIDS FROM PIT WILL

BE ALLOWED TO EVAPORATE. FORMATION WATER WILL BE CONFINED TO STORAGE TANKS. SEWAGE FACILITIES, STORAGE AND DISPOSAL WILL BE HANDLED BY COMMERCIAL CONTRACTOR. TRASH WILL BE CONTAINED IN TRASH BASKETS AND HAULED TO AN APPROVED LAND FILL.

ENVIRONMENTAL PARAMETERS

AFFECTED FLOODPLAINS AND/OR WETLANDS: NONE

FLORA/FAUNA: GREASEWOOD, HORSEBRUSH, PRICKLY PEAR, SHADSCALE, GLOBE MALLOW, RABBITBRUSH: PRONGHORN, RODENTS, SONGBIRDS, RAPTORS, COYOTE, RABBITS.

SOIL TYPE AND CHARACTERISTICS: LIGHT BROWN SANDY CLAY.

EROSION/SEDIMENTATION/STABILITY: <u>VERY LITTLE NATURAL EROSION.</u>
SEDIMENTATION AND STABILITY ARE NOT A PROBLEM AND LOCATION CONSTRUCTION
SHOULDN'T CAUSE AN INCREASE IN STABILITY OR EROSION PROBLEMS.

PALEONTOLOGICAL POTENTIAL: NONE OBSERVED.

RESERVE PIT

CHARACTERISTICS: 150' BY 100' AND 10' DEEP.

LINER REQUIREMENTS (Site Ranking Form attached): A LINER WILL NOT BE REQUIRED FOR RESERVE PIT.

SURFACE RESTORATION/RECLAMATION PLAN

AS PER SITLA.

SURFACE AGREEMENT: AS PER SITLA.

CULTURAL RESOURCES/ARCHAEOLOGY: SITE WAS INSPECTED BY MONTGOMERY ARCHEOLOGICAL CONSULTANTS. A REPORT OF THIS INVESTIGATION WILL BE PLACED ON FILE.

OTHER OBSERVATIONS/COMMENTS

THIS PREDRILL INVESTIGATION WAS CONDUCTED ON A WARM, CLOUDY DAY.

ATTACHMENTS

PHOTOS OF THIS SITE WERE TAKEN AND PLACED ON FILE.

DAVID W. HACKFORD DOGM REPRESENTATIVE

8/16/05, 11:10 AM DATE/TIME

Evaluation Ranking Criteria and Ranking Score For Reserve and Onsite Pit Liner Requirements

Site-Specific Factors	Ranking	Site Ranking
Distance to Groundwater (feet)		
>200	0	
100 to 200 75 to 100	5 10	
25 to 75	15	
<25 or recharge area	20	0
Distance to Surf. Water (feet) >1000	0	
300 to 1000	2	
200 to 300 100 to 200	10 15	
< 100	20	0
Distance to Nearest Municipal Well (feet)		
>5280	0	
1320 to 5280	5	
500 to 1320 <500	10 20	0
	20	
Distance to Other Wells (feet) >1320	0	
300 to 1320	0 10	
<300	20	0
Native Soil Type		
Low permeability Mod. permeability	0	
High permeability	10 20	10
•		<u> 10</u>
Fluid Type Air/mist	0	
Fresh Water	5	
TDS >5000 and <10000	10	
TDS >10000 or Oil Base Mud Fluid containing significant levels of	15	
hazardous constituents	20	5
Drill Cuttings		
Normal Rock	0	
Salt or detrimental	10	0
Annual Precipitation (inches)		
<10	0	
10 to 20 >20	5 10	0
	10	0
Affected Populations <10	•	
10 to 30	0 6	•
30 to 50	8	
>50	10	0
Presence of Nearby Utility Conduits		
Not Present	0	
Unknown Present	10	•
1400010	15	0

15 (Level II Sensitivity)

Sensitivity Level II = 20 or more; total containment is required.

Sensitivity Level II = 15-19; lining is discretionary.

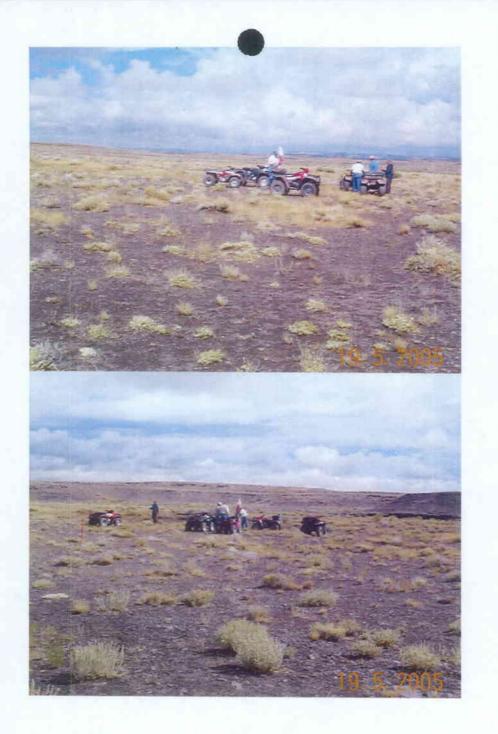
Final Score

Sensitivity Level III = below 15; no specific lining is required.



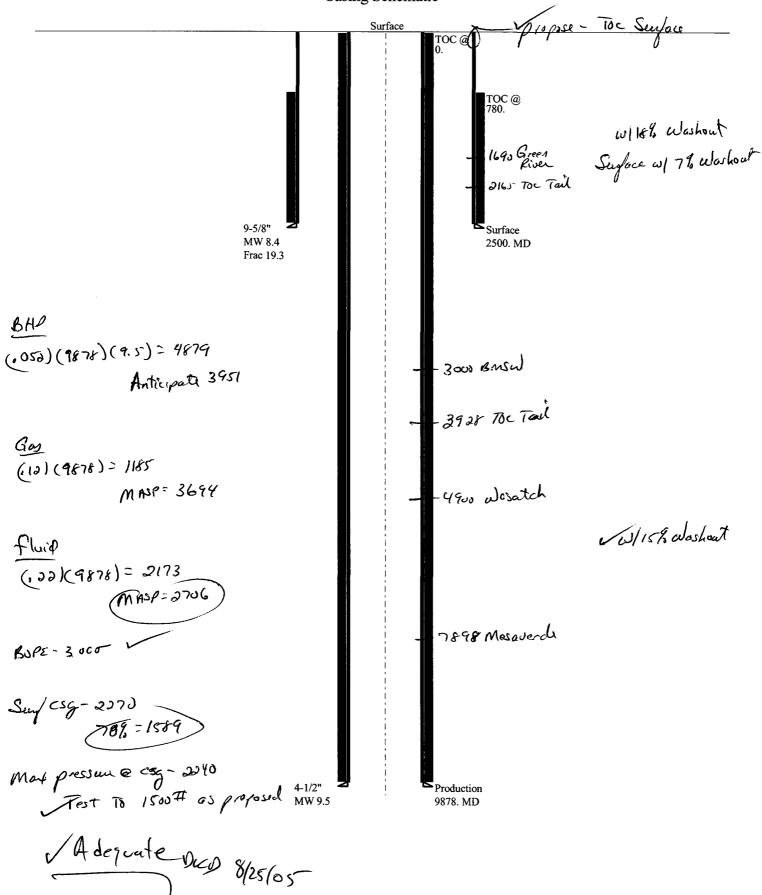
(Imprint date error.)





08-05 Westport State 920-3 N

Casing Schematic



Well name:

08-05 Westport State 920-36N

Operator:

Westport Oil & Gas Company

String type:

Location:

Surface

Project ID:

Uintah

43-047-36858

Design parameters:

Collapse

Mud weight:

8.400 ppg

Design is based on evacuated pipe.

Minimum design factors: Collapse:

Design factor 1.125

Environment:

H2S considered? Surface temperature: Bottom hole temperature:

75 °F 110 °F 1.40 °F/100ft

No

Temperature gradient: Minimum section length:

300 ft

Burst:

Design factor

1.00

1.80 (J)

1.80 (J)

1.60 (J)

Cement top:

780 ft

Burst

Max anticipated surface

pressure: Internal gradient: Calculated BHP

No backup mud specified.

2,200 psi 0.120 psi/ft

2,500 psi

Tension:

8 Round STC: 8 Round LTC: Buttress: Premium:

Body yield:

1.50 (J) 1.50 (B)

Tension is based on buoyed weight. Neutral point: 2,218 ft

Completion type is subs Non-directional string.

Re subsequent strings:

Next setting depth: Next mud weight: Next setting BHP:

9.500 ppg 4,886 psi 19.250 ppg

9,900 ft

Fracture mud wt: Fracture depth: Injection pressure

2,500 ft 2,500 psi

Run Seq	Segment Length (ft)	Size (in)	Nominal Weight (lbs/ft)	Grade	End Finish	True Vert Depth (ft)	Measured Depth (ft)	Drift Diameter (in)	Internal Capacity (ft³)
2	2100	9.625	32.30	H-40	ST&C	2100	2100	8.876	133.1
1	400	9.625	36.00	J-55	ST&C	2500	2500	8.796	28.5
Run Seq	Collapse Load (psi)	Collapse Strength (psi)	Collapse Design Factor	Burst Load (psi)	Burst Strength (psi)	Burst Design Factor	Tension Load (Kips)	Tension Strength (Kips)	Tension Design Factor
2	916	1368	1.492	2452	"2270	0.93	72	254	3.52 J
1	1091	2020	1.852	2500	3520	1.41	4	394	93.02 J

Prepared

Clinton Dworshak

Utah Div. of Oil & Mining

Phone: 801-538-5280 FAX: 801-359-3940

Date: August 24,2005 Salt Lake City, Utah

Remarks:

Collapse is based on a vertical depth of 2500 ft, a mud weight of 8.4 ppg The casing is considered to be evacuated for collapse purposes. Collapse strength is based on the Westcott, Dunlop & Kemler method of biaxial correction for tension.

Burst strength is not adjusted for tension.

Well name:

08-05 Westport State 920-36N

Operator:

Westport Oil & Gas Company

String type:

Location:

Production

Uintah

Project ID:

43-047-36858

Design parameters:

Collapse

Mud weight:

9.500 ppg

Design is based on evacuated pipe.

Minimum design factors:

Collapse:

Design factor 1.125 **Environment:**

H2S considered?

Surface temperature:

No 75 °F 213 °F

Bottom hole temperature: Temperature gradient:

Completion type is subs

Non-directional string.

1.40 °F/100ft

Minimum section length: 1,500 ft

Burst:

Design factor

1.00

Cement top:

Surface

Burst

Max anticipated surface

No backup mud specified.

pressure: Internal gradient:

Calculated BHP

2,386 psi 0.252 psi/ft

4,875 psi

Tension:

8 Round STC: 8 Round LTC:

1.80 (J) Buttress:

1.50 (B)

1.80 (J)

Tension is based on buoyed weight. Neutral point: 8,475 ft

1.60 (J) Premium: 1.50 (J) Body yield:

Run Segment Nominal End True Vert Measured Drift Internal Seq Length Size Weight Grade **Finish** Depth Depth Diameter Capacity (ft) (in) (lbs/ft) (ft) (ft) (in) (ft³) 1 9878 4.5 11.60 L-80 LT&C 9878 9878 3.875 229 Run Collapse Collapse Collapse **Burst Burst Burst Tension Tension Tension** Seq Load Strength Design Load Strength Design Load Strength Design (psi) (psi) **Factor** (psi) (psi) **Factor** (Kips) (Kips) Factor 1 4875 6350 1.303 4875 7780 1.60 98 212 2.16 J

Prepared

Clinton Dworshak

Utah Div. of Oil & Mining

Phone: 801-538-5280

FAX: 801-359-3940

Date: August 24,2005 Salt Lake City, Utah

Remarks:

Collapse is based on a vertical depth of 9878 ft, a mud weight of 9.5 ppg. The casing is considered to be evacuated for collapse purposes. Collapse strength is based on the Westcott, Dunlop & Kemler method of biaxial correction for tension.

Burst strength is not adjusted for tension.

From:

Ed Bonner

To:

Whitney, Diana

Date:

8/25/2005 10:37:49 AM

Subject:

Well Clearance

The following wells have been given cultural resource clearance by the Trust Lands Cultural Resources Group:

Enduring Resources, LLC

Archy Bench 12-23-11-16

Archy Bench 12-23-12-16

Archy Bench 12-23-13-16

Archy Bench 12-23-21-16

Archy Bench 12-23-22-16

Archy Bench 12-23-31-16

Archy Bench 12-23-42-16

Medallion Exploration

Atchee State 20-12-25

Atchee State 1-29-12-25

Atchee State 2-29-12-25

Atchee Ridge 32-12-25

Seep Canyon State 30-12-25

National Fuel Corporation

NFC State Duncan #14-28

NFC Horse Point State #11-6

NFC Westwater State #22-32

Westport Oil & Gas Company

State 920-36J

State 920-36K

State 920-36L

State 920-36M

State 920-36N

If you have any questions regarding this matter please give me a call.

CC:

Garrison, LaVonne; Hill, Brad; Hunt, Gil



State of Utah

Department of Natural Resources

> MICHAEL R. STYLER Executive Director

Division of Oil, Gas & Mining

JOHN R. BAZA Division Director JON M. HUNTSMAN, JR.

GARY R. HERBERT Lieutenant Governor

August 25, 2005

Westport Oil & Gas Company, LP 1368 South 1200 East Vernal, Utah 84078

Re:

State 920-36N Well, 463' FSL, 1852' FWL, SE SW, Sec. 36, T. 9 South,

R. 20 East, Uintah County, Utah

Gentlemen:

Pursuant to the provisions and requirements of Utah Code Ann.§ 40-6-1 et seq., Utah Administrative Code R649-3-1 et seq., and the attached Conditions of Approval, approval to drill the referenced well is granted.

This approval shall expire one year from the above date unless substantial and continuous operation is underway, or a request for extension is made prior to the expiration date. The API identification number assigned to this well is 43-047-36858.

K. Michael Helithon

Zon Gil Hunt

Associate Director

pab Enclosures

cc:

Uintah County Assessor

SITLA

Bureau of Land Management, Vernal District Office

Operator:	Westpor	LP	
Well Name & Number	State 92	0-36N	
API Number:	43-047-		
Lease:	ML-487	757	
Location: SE SW_	Sec. 36	T. 9 South	R. 20 East

Conditions of Approval

1. General

Compliance with the requirements of Utah Admin. R. 649-1 et seq., the Oil and Gas Conservation General Rules, and the applicable terms and provisions of the approved Application for permit to drill.

2. Notification Requirements

The operator is required to notify the Division of Oil, Gas and Mining of the following actions during drilling of this well:

- 24 hours prior to cementing or testing casing
- 24 hours prior to testing blowout prevention equipment
- 24 hours prior to spudding the well
- within 24 hours of any emergency changes made to the approved drilling program
- prior to commencing operations to plug and abandon the well

The following are Division of Oil, Gas and Mining contacts and their work telephone numbers (please leave a voice mail message if the person is not available to take the call):

- Dan Jarvis at (801) 538-5338
- Carol Daniels at (801) 538-5284 (spud)

3. Reporting Requirements

All required reports, forms and submittals will be promptly filed with the Division, including but not limited to the Entity Action Form (Form 6), Report of Water Encountered During Drilling (Form 7), Weekly Progress Reports for drilling and completion operations, and Sundry Notices and Reports on Wells requesting approval of change of plans or other operational actions.

- 4. Compliance with the State of Utah Antiquities Act forbids disturbance of archeological, historical, or paleontological remains. Should archeological, historical or paleontological remains be encountered during your operations, you are required to immediately suspend all operations and immediately inform the Trust Lands Administration and the Division of State History of the discovery of such remains.
- 5. Compliance with the Conditions of Approval/Application for Permit to Drill outlined in the Statement of Basis. (Copy Attached)

Page 2 43-047-36858 August 25, 2005

- 6. In accordance with Order in Cause No. 190-5(b) dated October 28, 1982, the Operator shall comply with requirements of Rules R649-3-31 and R649-3-27 pertaining to Designated Oil Shale Areas. Additionally, the operator shall ensure that the surface and/or production casing is properly cemented over the entire oil shale interval as defined by Rule R649-3-31. The Operator shall report the actual depth the oil shale is encountered to the Division.
- 7. This proposed well is located in an area for which drilling units (well spacing patterns) have not been established through an order of the Board of Oil, Gas and Mining (the "Board"). In order to avoid the possibility of waste or injury to correlative rights, the operator is requested, once the well has been drilled, completed, and has produced, to analyze geological and engineering data generated therefrom, as well as any similar data from surrounding areas if available. As soon as is practicable after completion of its analysis, and if the analysis suggests an area larger than the quarter-quarter section upon which the well is located is being drained, the operator is requested to seek an appropriate order from the Board establishing drilling and spacing units in conformance with such analysis by filing a Request for Agency Action with the Board.
- 8. Surface casing shall be cemented to the surface.

Division of Oil, Gas and Mining OPERATOR CHANGE WORKSHEET

ROUTING 1. DJJ 2. CDW

X Change of Operator (Well Sold)

Operator Name Change/Merger

The operator of the well(s) listed below has	changed, effective:			1/6/2006		
FROM: (Old Operator):		TO: (New Or	perator):			
N2115-Westport Oil & Gas Co., LP		N2995-Kerr-M		c Gas Onshor	e, LP	
1368 South 1200 East		1	outh 1200		•	
Vernal, UT 84078	•	Vernal	, UT 84078	3		:
Phone: 1-(435) 781-7024		Phone: 1-(435)	781-7024			
CA	No.	Unit:	N	ATURAL B	UTTES	UNIT
WELL NAME	SEC TWN RNO	API NO	ENTITY	LEASE	WELL	WELL
	٠.	1	NO	TYPE	TYPE	STATUS
OPERATOR CHANGES DOCUME	ENTATION					
Enter date after each listed item is complete	ed					
1. (R649-8-10) Sundry or legal documentation	on was received from th	e FORMER ope	rator on:	5/10/2006		
2. (R649-8-10) Sundry or legal documentation	on was received from the	e NEW operator	on:	5/10/2006	•	
3. The new company was checked on the De	partment of Commerc	e, Division of Co	orporation	s Database o	n:	3/7/2006
4a. Is the new operator registered in the State	e of Utah: YES	Business Numb	er:	1355743-018	1	
4b. If NO, the operator was contacted contact	cted on:	_				
5a. (R649-9-2)Waste Management Plan has be	een received on:	IN PLACE				
5b. Inspections of LA PA state/fee well sites of	complete on:	n/a	3 LA wells	s & all PA w	ells trans	sferred
5c. Reports current for Production/Disposition	n & Sundries on:	ok	•			
6. Federal and Indian Lease Wells	The BLM and or the	BIA has appro	ved the n	nerger, nan	ie chan	ge,
or operator change for all wells listed on I	Federal or Indian leases	on:	BLM	3/27/2006	BIA	not yet
7. Federal and Indian Units: The BLM or BIA has approved the succ	essor of unit operator fo	or wells listed on:		3/27/2006		
8. Federal and Indian Communiza				0.277200		
The BLM or BIA has approved the open	• •	•		n/a		
9. Underground Injection Control		ivision has appro	ved UIC F	orm 5, Tran s	fer of A	uthority to
Inject, for the enhanced/secondary recove	ery unit/project for the w	ater disposal wel	l(s) listed o	n:		
DATA ENTRY:						
1. Changes entered in the Oil and Gas Data	base on:	5/15/2006				
2. Changes have been entered on the Month	ly Operator Change S _l	•		5/15/2006		
3. Bond information entered in RBDMS on:		5/15/2006	•			
4. Fee/State wells attached to bond in RBDM		5/16/2006				
5. Injection Projects to new operator in RBD						
6. Receipt of Acceptance of Drilling Procedu	ires for APD/New on:		n/a	Name Chan	ge Only	
BOND VERIFICATION:						
1. Federal well(s) covered by Bond Number:		CO1203				
2. Indian well(s) covered by Bond Number:		RLB0005239			_	
3. (R649-3-1) The NEW operator of any fee	* *	•		RLB0005236		
a. The FORMER operator has requested a rel	lease of liability from th	eir bond on:	n/a	rider added	KMG	
The Division sent response by letter on: LEASE INTEREST OWNER NOTI	EICATION.		,			
		4-4-1-1-6	4.4		<u> </u>	
4. (R649-2-10) The FORMER operator of the of their responsibility to notify all interest of			ned by a let 5/16/2006		Jivision	
COMMENTS:	owners of this change of		3/10/2000			

* Form 3160-5 (August 1999)

UNITED STATES DEPARTMENT OF THE INTERIOR **BUREAU OF LAND MANAGEMENT**

FORM APPROVED OMB No. 1004-0135 Expires Inovember 30, 2000

5. Lease Serial No.

SUNDRY NOTICES AND REPORTS ON WELLS

			MULTIPLE LEASES					
Do not use this form for proposals to drill or reenter an abandoned well. Use Form 3160-3 (APD) for such proposals.			6. If Indian, Allottee or Trib	e Name				
SUBMIT IN TRIPLICATE – Other instructions on reverse side				7. If Unit or CA/Agreement, Name and/or No.				
1. Type of Well								
Oil Well X Gas Well 2. Name of Operator	Other Other				8. Well Name and No.			
KERR-McGEE OIL & GAS (ONSHORE LP				MUTIPLE WELLS 9. API Well No.			
3a. Address	NOTIONE ET	3b. P	hone No. (includ	le area code)	J. AFI WEII NO.			
1368 SOUTH 1200 EAST V	'ERNAL, UT 84078		781-7024	· · · · · · · · · · · · · · · · · · ·	10. Field and Pool, or Explora	story Area		
4. Location of Well (Footage, Sec.,		n)			1	·		
					11. County or Parish, State			
SEE ATTACHED					UINTAH COUNTY, UT	UINTAH COUNTY, UTAH		
	ROPRIATE BOX(ES) TO I	NDICA	TE NATURE	OF NOTICE, F	REPORT, OR OTHER DATA	4		
TYPE OF SUBMISSION			TYI	PE OF ACTION	N .			
Notice of Intent	Acidize Alter Casing	=	epen scture Treat	Production Reclamatic	(Start/Resume) Water Sh			
Subsequent Report	Casing Repair Change Plans	New Construction Recomplete Other CHANGE OF Plug and Abandon Temporarily Abandon OPERATOR			HANGE OF			
Final Abandonment Notice	Convert to Injection	_	ig Back	Water Dis	·			
If the proposal is to deepen directions Attach the Bond under which the wo following completion of the involved testing has been completed. Final Aldetermined that the site is ready for fin	rk will be performed or provide the operations. If the operation result bandonment Notices shall be filed	ne Bond tsin am	No. on file with ultiple completion	BLM/BIA Requi	red subsequent reports shall be filling new interval a Form 3160-4	ed within 30 days		
PLEASE BE ADVISED THAT	T KERR-McGEE OIL &	GAS	ONSHORE I	LP. IS CONS	SIDERED TO BE THE	RECEIVED		
OPERATOR OF THE ATTA	CHED WELL LOCATIO	NS. E	EFFECTIVE	JANUARY 6	, 2006.	HEACIACA		
KERR-McGEE OIL & GAS C	NSHORE LP, IS RESP	ONS	BLE UNDER	R TERMS AN	ID CONDITIONS	MAY 1 0 2006		
OF THE LEASE(S) FOR TH IS PROVIDED BY STATE O	E OPERATIONS COND	UCT	ED UPON LI	EASE LAND	S. BOND COVERAGE			
			D NO. RLBU A I	PROVE	D 5/16/06	7. OF OIL, GAS & MINING		
BLM B	OND = C0/203	' 	• • • •	£. 4		******		
B/A B	OND = RLBOOK	250	739	Carline	Kussell			
14. I hereby certify that the foregoing	g is true and correct	l	Earl	ision of Oil,	Gas and Mining Engineering Technician	1000 to 1000 t		
Name (Printed/Typed) RANDY BAYNE		DR	ILLING MAN	-	Pullungting tecinicists			
Signature Date May 9, 2006								
	THIS SPACE		EDERAL OR S	STATE USE				
Approved by			Title		Date			
Conditions of approval, if any, are attached certify that the applicant holds legal or equi which would entitle the applicant to conduc	table title to those rights in the subj	arrant or ect lease	Office			1948 T. d. i.		
Title 18 U.S.C. Section 1001, make		vingly a	and willfully to	make to any dep	artment or agency of the United	1 States any		

false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

Form 3 160-5 (August 1999)

UNITED STATES DEPARTMENT OF THE INTERIOR **BUREAU OF LAND MANAGEMENT**

FORM APPROVED OMB No. 1004-0135 Expires Jnovember 30, 2000

Lease Serial No. SUNDRY NOTICES AND REPORTS ON WELLS

Do not use this form for proposals to drill or reenter an

6. If Indian, Allottee or Tribe Name

MULTIPLE LEASES

abandoned well.	Use Form 3160-3 (APD)) for such proposals.	
SUBMIT IN TRIPL	ICATE – Other instru	ıctions on reverse side	7. If Unit or CA/Agreement, Name and/or No.
1. Type of Well			
Oil Well X Gas Well	8. Well Name and No.		
2. Name of Operator			MUTIPLE WELLS
WESTPORT OIL & GAS CO	DMPANY L.P.		9. API Well No.
3a. Address		3b. Phone No. (include area code)	-
1368 SOUTH 1200 EAST V	/ERNAL, UT 84078	(435) 781-7024	10. Field and Pool, or Exploratory Area
4. Location of Well (Footage, Sec.,	T., R., M., or Survey Descripto	ion)	
			11. County or Parish, State
SEE ATTACHED			LUNTALLOOUNTY LITAL
			UINTAH COUNTY, UTAH
	ROPRIATE BOX(ES) TO	INDICATE NATURE OF NOTICE,	REPORT, OR OTHER DATA
TYPE OF SUBMISSION		TYPE OF ACTIO	N
Notice of Intent	Acidize Alter Casing	Deepen Production	on (Start/Resume) Water Shut-Off
Subsequent Report	Casing Repair	New Construction Recompl	- · · · · · · · · · · · · · · · · · · ·
	Change Plans		rily Abandon OPERATOR
Final Abandonment Notice	Convert to Injection	Plug Back Water Di	·
Attach the Bond under which the wo following completion of the involved testing has been completed. Final A determined that the site is ready for fin EFFECTIVE JANUARY 6, 20 THE OPERATORSHIP OF THE OPERATORSHIP OPERA	any of recomplete nonzontally, good will be performed or provide operations. If the operation resubandonment Notices shall be file all inspection.	TVE SUBSUITACE locations and measured and to the Bond No. on file with BLM/BIA. Requilits in a multiple completion or recompletion	any proposed work and approximate duration thereof rue vertical depths of all pertinent markers and zones. uired subsequent reports shall be filed within 30 days in a new interval, a Form 3160-4 shall be filed once lamation, have been completed, and the operator has RELINQUISHED SEE OIL. & GAS
ONSHORE LP.	ADDI	OVED SILLION	
	ALL R	ROVED 5/6/06 Whene Russell	RECEIVED
	Division	of Oil, Cas and Mining	MAY 1 0 2006
	Earlene	Russell, Engineering Technicis	5 2000
14. I hereby certify that the foregoing		A	DIV OF OIL, GAS & MINING
Name (Printed/Typed)	a is true with collect	Title	
BRAD LANEY		ENGINEERING SPECIALIS	ST
Signature		Date	

THIS SPACE FOR FEDERAL OR STATE USE Approved by Date Title Conditions of approval, if any, are attacked. Approval of this notice does not warrant or certify that the applicant holds legal of equitable title to those rights in the subject lease 5-9-06 Office

May 9, 2006

which would entitle the applicant to conduct operations thereon.

Title 18 U.S.C. Section 1001, make it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

STATE OF UTAH DEPARTMENT OF NATURAL RESOURCES

FORM 9

DIVISION OF OIL, GAS AND MINING 5. LEASE DESIGNATION AND SERIAL NUMBER: ML-48757 6. IF INDIAN, ALLOTTEE OR TRIBE NAME: SUNDRY NOTICES AND REPORTS ON WELLS 7. UNIT or CA AGREEMENT NAME: Do not use this form for proposals to drill new wells, significantly deepen existing wells below current bottom-hole depth, reenter plugged wells, or to drill horizontal laterals. Use APPLICATION FOR PERMIT TO DRILL form for such proposals. **NATURAL BUTTES** 1. TYPE OF WELL 8. WELL NAME and NUMBER: OIL WELL GAS WELL 7 OTHER **STATE 920-36N** 2. NAME OF OPERATOR 9. API NUMBER: KERR MCGEE OIL AND GAS ONSHORE LP 4304736858 3. ADDRESS OF OPERATOR: PHONE NUMBER: 10. FIELD AND POOL, OR WILDCAT: CITY VERNAL ZIP 84078 1368 S 1200 E STATE UT (435) 781-7003 **NATURAL BUTTES** 4. LOCATION OF WELL FOOTAGES AT SURFACE: 463' FSL 1852' FWL COUNTY: UINTAH QTR/QTR, SECTION, TOWNSHIP, RANGE, MERIDIAN: SESW 20E STATE: UTAH CHECK APPROPRIATE BOXES TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA 11. TYPE OF SUBMISSION TYPE OF ACTION ACIDIZE DEEPEN REPERFORATE CURRENT FORMATION NOTICE OF INTENT (Submit in Duplicate) ALTER CASING FRACTURE TREAT SIDETRACK TO REPAIR WELL

NEW CONSTRUCTION

OPERATOR CHANGE

PLUG AND ABANDON

PRODUCTION (START/RESUME)

RECOMPLETE - DIFFERENT FORMATION

RECLAMATION OF WELL SITE

PLUG BACK

12. DESCRIBE PROPOSED OR COMPLETED OPERATIONS. Clearly show all pertinent details including dates, depths, volumes, etc.

COMMINGLE PRODUCING FORMATIONS

Approved by the Utah Division of Oil, Gas and Mining

5. ...

CASING REPAIR

CHANGE TUBING

CHANGE WELL NAME

CHANGE WELL STATUS

CONVERT WELL TYPE

CHANGE TO PREVIOUS PLANS

By:

1136g

TEMPORARILY ABANDON

TUBING REPAIR

VENT OR FLARE

WATER DISPOSAL

WATER SHUT-OFF

OTHER: APD EXTENSION DOGM

NAME (PLEASE PRINT) RAMEY HOOPES	TITLE REGULATOR CLERK
SIGNATURE KAMPLY TOOPLA	DATE 10/20/2006

(This space for State use only)

Approximate date work will start:

SUBSEQUENT REPORT

Date of work completion:

(Submit Original Form Only)

RECEIVED NOV 0 1 2006



Application for Permit to Drill Request for Permit Extension Validation

(this form should accompany the Sundry Notice requesting permit extension)

API: 430473736858 Well Name: STATE 920-36N Location: SESW SEC 36- T9S-R20E Company Permit Issued to: KERR MCGEE OIL AND GAS ONSHORE LP Date Original Permit Issued: 8/25/2005					
The undersigned as owner with legal rights to drill on the property as permitted above, hereby verifies that the information as submitted in the previously approved application to drill, remains valid and does not require revision.					
Following is a checklist of some items related to the application, which should be verified.					
If located on private land, has the ownership changed, if so, has the surface agreement been updated? Yes □ No ☑					
Have any wells been drilled in the vicinity of the proposed well which would affect the spacing or siting requirements for this location? Yes□No☑					
Has there been any unit or other agreements put in place that could affect the permitting or operation of this proposed well? Yes□No☑					
Have there been any changes to the access route including ownership, or right-of-way, which could affect the proposed location? Yes□No ☑					
Has the approved source of water for drilling changed? Yes□No☑					
Have there been any physical changes to the surface location or access route which will require a change in plans from what was discussed at the onsite evaluation? Yes□No☑					
Is bonding still in place, which covers this proposed well? Yes ☑No ☐					
Signature Date					
Title: REGULAROTY CLERK					
Representing: Kerr McGee Oil and Gas Onshore LP					

STATE OF UTAH DEPARTMENT OF NATURAL RESOURCES DIVISION OF OU. GAS AND MINING.

	5. LEASE DESIGNATION AND SERIAL NUMBER: ML -48757				
SUNDR	6. IF INDIAN, ALLOTTEE OR TRIBE NAME:				
Do not use this form for proposals to drill new wells, significantly deepen existing wells below current bottom-hole depth, reenter plugged wells, or to drill horizontal laterals. Use APPLICATION FOR PERMIT TO DRILL form for such proposals.				7. UNIT or CA AGREEMENT NAME:	
1. TYPE OF WELL OIL WEL				8. WELL NAME and NUMBER: STATE 920-36N	
2. NAME OF OPERATOR:		· · · · · · · · · · · · · · · · · · ·		9. API NUMBER:	
KERR-McGEE OIL & GA 3. ADDRESS OF OPERATOR:	AS ONSHORE LP		PHONE NUMBER:	4304736858 10. FIELD AND POOL, OR WILDCAT:	
	OITY VERNAL STATE UT Z	_{ZIP} 84078	(435) 781-7024	NATURAL BUTTES	
4. LOCATION OF WELL FOOTAGES AT SURFACE: 463'I QTRIQTR, SECTION, TOWNSHIP, R.		20E		COUNTY: UINTAH STATE:	
44 CHECK ADI	PROPRIATE BOXES TO INDICA	TE NATURE	OF NOTICE BEDO	UTAH	
TYPE OF SUBMISSION	PROPRIATE BOXES TO INDICA		YPE OF ACTION	RI, OR OTHER DATA	
NOTICE OF INTENT (Submit in Duplicate) Approximate date work will start: SUBSEQUENT REPORT (Submit Original Form Only) Date of work completion: 12. DESCRIBE PROPOSED OR (THE OPERATOR REQU	ACIDIZE ALTER CASING CASING REPAIR CHANGE TO PREVIOUS PLANS CHANGE TUBING CHANGE WELL NAME CHANGE WELL STATUS COMMINGLE PRODUCING FORMATIONS CONVERT WELL TYPE COMPLETED OPERATIONS. Clearly show all JESTS AUTHORIZATION FOR A	DEEPEN FRACTURE NEW CONS OPERATOR PLUG AND PLUG BACK PRODUCTI RECLAMAT RECOMPLE II pertinent details in	ETREAT STRUCTION R CHANGE ABANDON C ON (START/RESUME) TION OF WELL SITE ETE - DIFFERENT FORMATION Cluding dates, depths, volum EXTENSION FOR T	HE SUBJECT WELL LOCATION	
SO THAT THE DRILLING OPERATIONS MAY BE COMPLETED. THE ORIGINAL APD WAS APPROVED BY THE DIVISION OF OIL, GAS AND MINING ON AUGUST 25, 2005. Approved by the Utah Division of Oil, Gas and Mining Date: 105-07 By: 15-07 Initials: 15-07					
NAME (PLEASE PRINT) SHEILA	UPCHEGO	TITL	E SENIOR LAND A	ADMIN SPECIALIST	
SIGNATURE MULL	onpuny	DAT	E 10/11/2007		

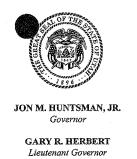
(This space for State use only)

RECEIVED NOV 0 1 2007

Application for Permit to Drill Request for Permit Extension Validation

(this form should accompany the Sundry Notice requesting permit extension)

API: 4304736858 Well Name: STATE 920-36N Location: SESW SEC 36-T9S-	-R20E				
Company Permit Issued to: Date Original Permit Issued:	KERR MCGEE OIL & GAS ONS	HORE LP			
The undersigned as owner with above, hereby verifies that the approved application to drill, rem	information as submitted in th	he previously			
Following is a checklist of some verified.	items related to the applicat	tion, which should be			
If located on private land, has the agreement been updated? Yes	•	has the surface			
Have any wells been drilled in t the spacing or siting requirement					
Has there been any unit or othe permitting or operation of this p		at could affect the			
Have there been any changes to of-way, which could affect the p	•				
Has the approved source of wa	ter for drilling changed? Yes	□No☑			
Have there been any physical changes to the surface location or access route which will require a change in plans from what was discussed at the onsite evaluation? Yes □ No ☑					
Is bonding still in place, which c	overs this proposed well? Ye	es⊠No□			
Mak Mall	10/11	/2007			
Signature		Date			
Title: SENIOR LAND ADMIN SPEC	CIALIST				
Representing: KERR MCGEE OF	IL & GAS ONSHORE LP				
		RECEIVED			



State of Utah DEPARTMENT OF NATURAL RESOURCES

MICHAEL R. STYLER Executive Director

Division of Oil Gas and Mining

JOHN R. BAZA Division Director

November 6, 2008

Kerr McGee O&G Onshore LP 1368 South 1200 East Vernal, UT 84078

Re:

APD Rescinded – State 920-36N, Sec. 36, T. 9S, R. 20E

Uintah County, Utah API No. 43-047-36858

Gentlemen:

The Application for Permit to Drill (APD) for the subject well was approved by the Division of Oil, Gas and Mining (Division) on August 25, 2005. On November 2, 2006 and on November 5, 2007, the Division granted a one-year APD extension. No drilling activity at this location has been reported to the division. Therefore, approval to drill the well is hereby rescinded, effective November 6, 2008.

A new APD must be filed with this office for approval <u>prior</u> to the commencement of any future work on the subject location.

If any previously unreported operations have been performed on this well location, it is imperative that you notify the Division immediately.

Sincerely,

Diana Masor

Environmental Scientist

cc: Well File SITLA, Ed Bonner

